State Policy Issues CPUC En Banc on Climate Change

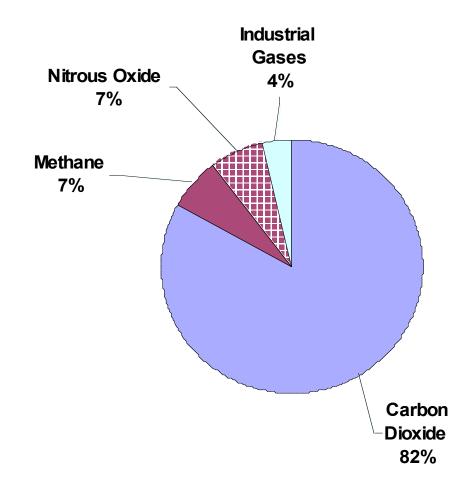
February 23, 2005

James D. Boyd, Commissioner California Energy Commission



California Energy

California's 2001 Greenhouse Gas Emissions

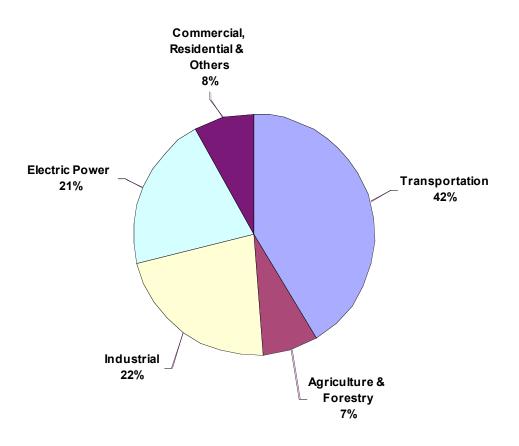




California Energy

California's 2001 Greenhouse Gas Emissions

(Imported electricity is included.)

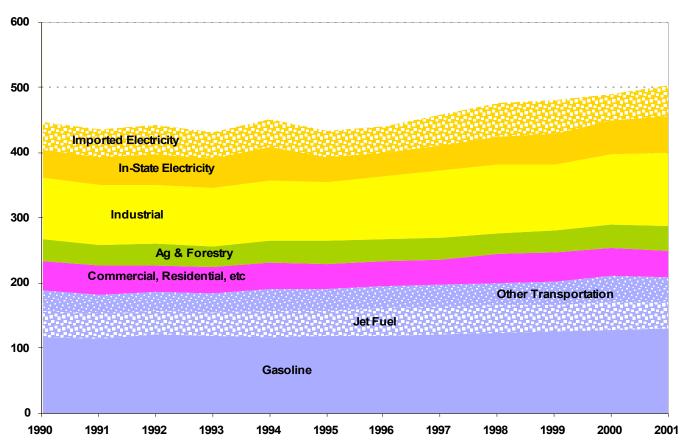




California Energy

California GHG Emissions Growth

(Million Metric Tons CO₂ E)





Greenhouse Gas Emission Trends

- CA's CO₂ emissions are 7.5 percent of U. S. and 1.8 of global human-caused GHG emissions.
- CA has low carbon intensity per capita, relative to other states.
- CA's GHG emissions are large and growing, due to population and economic growth.
- Based on the latest CEC data, GHG emissions grew 13 percent from 1990 to 2001 and will grow 32 percent from 1990 to 2020.
- Imported power has had a greater carbon intensity than in-state electricity since 1990.



Key Questions: CEC Climate Change Advisory Committee

- What strategies should the State of California pursue beyond existing policies and programs?
- What criteria should be used to select these strategies?
- What business opportunities exist for California corporate leaders?
- What options warrant further evaluation?



Feedback To Date: CEC Advisory Committee

- Strategies to reduce greenhouses should be practical and cost-effective.
- Largest emitting sectors are transportation, industrial (e.g. petroleum refining, semiconductor, cement) and power generation.
- Any "cap-and-trade" system should be comprehensive and economy-wide.
- State level GHG accounting should promote consistency at the national and international levels.
- Policy input is requested for the 2005 Integrated Energy Policy Report.

CEC Climate Research Program: Critical Policy Questions

- What are plausible climate change scenarios for California?
- How would climate change (the physical impacts) affect CA's environment and economy?
- What are the merits of different mitigation and adaptation strategies?
- How would climate change affect energy supply and demand?
- How would climate change policies affect the state's economy?

Joint Agency Climate Team

- Interagency task force on climate change established in 2000.
- Prepared <u>eleven</u> categories of recommended state actions to reduce GHG emissions and to adapt to changing climate.
- Called for new legislation, budget proposals and Governor's direction.



Recommendations

 Join with the CPUC and Cal EPA to form a Climate Change Action Plan (modeled after the Energy Action Plan).

 Demonstrate state government leadership on climate change in fleets, operations and procurement.

